GOVERNMENT OF INDIA
SURFACE TRANSPORT
LOK SABHA

UNSTARRED QUESTION NO:2679
ANSWERED ON:13.03.2000
VRS PLAN FOR HINDUSTAN SHIPYARD LTD. .
ANNA SAHEB M.K. PATIL

Will the Minister of SURFACE TRANSPORT be pleased to state:

(a) whether the Government have finalised VRS plan for Hindustan Shipyard Ltd.;

(b) if so, the details thereof and the financial implications thereof;

(c) the present status of the proposal; and

(d) the details of structural and financial reforms proposed in Hindustan Shipyard Limited and present status thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF SURFACE TRANSPORT

(DR. DEBENDRA PRADHAN)

(a) to (c) : Hindustan Shipyard Limited has been implementing VoluntaryRetirement Scheme since 1990-91, for which grant-in-aid is provided from National Renewal Fund (NRF). So far, it has utilised a sum of Rs.48.40 crore for the purpose.

(d) Capital Restructuring of HSL was approved by the Government in August, 1997.Inter-alia, it envisaged writing off of Government loans and interest to the tune of Rs.470.93 crore and conversion of such loans into equity to the tune of Rs.120.20 crore.The outstanding cash credit and interest thereon of State Bank of India, as on 31.3.1995, wasalso converted into term loan, payable over a period of 10 years with a moratorium of 3 years. This loan is secured against Government guarantee and carries a rate of interest of 10% per annum.